I.

This Section for DOGM Use: Assigned DOGM File No.:_	s0010073
DOGM Lead: Tom Mi	1115071
Permit Fee \$	Ck #

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210 Box 145801

Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940

# fee's paid on exputil be applied to this NOI perfBB TaskID# 2678 cc: Tom

## NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program.

"Small Mining Operations" mining operations which have a disturbed area of five or less surface acres at any time.

GE	NERAL INFORMATION (Rule R647-3-104)				
1.	Name of Mine: Place 1-2/				
2.	Legal name of entity (or individual) for whom the permit is being requested:    Color   Color				
	Entity # If no, contact <u>www.commerce.utah.gov</u> to renew or apply.				
	Local Business License # (if required) Issued by: County or City				
3.	Contact Person(s)  Name:				
Contact	person to be notified for: permitting ( surety ( Notices ( (please check all that				

OCT 09 2008

	Name Same	T:41
	Name:	Title:
	Address:	
	City, State, Zip:	
	Phone:	Fax:
	Emergency, Weekend, or Holiday	Phone:
Conta apply		itting()surety()Notices()(please check all that
		ed with the Utah Department of Commerce) (if individua
	leave blank):	
	City, State, Zip:	
	Phone:	Fax:
	E-mail Address:	
1.	If Business is a Sole Proprietor:	
••	Name of Owner	Title:
		THE.
	City, State, Zip:	<u>-</u>
		Fax:
	E-mail Address:	
	If Business is a Corporation:	
	Name of Officers:	Title:
	City, State, Zip:	
		Fax:
	E-mail Address:	
	If Business is a Limited Liability Name of 1 <sup>st</sup> Member/Manager:	Gompany: Member Managed ■ Manager Managed ■
	Business Address:	me'
	City, State, Zip:	
	Phone:	Fax:
	E-mail Address:	
		$\Lambda I = T I$
	Name of 2 <sup>nd</sup> Member/Manager: Business Address: /5/3	Cole Feck
	City, State, Zip:	16.1.
	Phone: 768-8111	Fax: 766 - 0944
	E-mail Address:	Tax
	L-Mail Address.	
	If Ducinose is a Dortmarchin.	
	If Business is a Partnership:	
	Name of Partner:	·
	Business Address:	
	City, State, Zip:	
	Phone:	Fax <u>:</u>
	F-mail Address	

<b>5</b> .	Ownership of Land Surface:					
	Private (Fee) Public Domain (BLM) National Forest (USFS) State Trust Land/School Sections State Sovereign Lands Other (please describe):					
	Name Address					
	Name Address					
	Name Address					
	Name Address					
6.	Ownership of Minerals:					
Private (Fee) Public Domain BLM National Forest (USFS) State Trust Land/School Sections State Sovereign Lands Other (please describe):						
	Name Address					
	Name Address					
	Name Address					
	Name Address					
	Name					
	BLM Lease or Project File Number(s) and/or USFS assigned Project Number(s):					
	BLM Claim Numbers Blawn 1-4 ML 48695 MC					
	Utah State Lease Number(s):					
	Name of Lessee(s)					
7.	Have the above surface and mineral owners been notified in writing?  Yes No					
	If no, why not?					
Mining a Explorat Lands A	the advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and solone does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. From the Trust Lands requires a minimum of 60 days notice to the Trust dministration <b>prior</b> to commencing any activities. Please contact the School Institutional Trust dministration (SITLA) at (801) 538-5508 for notification requirements.					
8.	Does the Entity have legal right to enter and conduct mining operations on the land covered by this notice? Yes X No					

II.	PROJECT LOCATION & MAP (Rule R647-3-105)			
1.	Project Location (legal description):			
	County(ies):			
	SE       1/4, of NE       1/4, of			
	1/4, of 1/4; Section: Township: Range:			
	UTM East(if known) UTM North(If known)			
	Name of Quad Map for Location: Blawn Mountain			
2.	Location and Operations maps must be plotted at a scale to accurately identify locational landmarks and operations details. All maps must include a north arrow, scale, appropriate labels, and title box including the mine name, township, range and section.  a. The general location map must be the scale of a USGS 7.5 minute series map or equivalent (1"=2000') and identify new or existing access roads.  b. The operations map (1"=200' or other scale as determined necessary by the Division) must be labeled and identify:  i. The area to be disturbed;			
	ii. The location of any existing or proposed operations including access roads, drill holes, trenches, pits, shafts, cuts, or other planned activities; and iii. Any adjacent previous disturbance for which the operator is not responsible.  (Contact the Division for a list of consultants and land surveyors for mapping assistance.)			
3.	The proposed (5 acre or less) disturbed area (including access/haul roads) should be marked in the field ON THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers should be appropriately spaced so that the next marker in either direction is clearly visible with the naked eye.			
III.	OPERATION PLAN (Rule R647-3-106)			
1.	Type of mining: Surface ■ Underground ■			
2.	Mineral(s) to be mined:			
3.	Amount of material to be extracted, moved, or proposed to be moved: 100,000 To			
4.	Will any water, liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process?  Yes   No  If yes, please describe (add extra pages if needed)			
5.	Provide a brief description of the proposed mining operation and onsite processing facilities (add extra pages if necessary).  Mining with Trackhoe \$			

6.	■ New Road(s): Length(ft) Width (ft)
7. existing improve	■ Improved Road(s): Provide a description of the improvements that need to be made to roads to access the site, including the Length (ft) and Width (ft) of ments.
8.	Total project surface <b>acreage to be disturbed</b> : (acres) PLEASE SPECIFY <u>EXACT</u> ACREAGE - (this will be used to determine surety bond amount – see #VI).
9.	Proposed <b>startup date</b> (month, year) /0/2008
10.	Proposed completion date, if known (month, year)

. /

## IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)

- 1. Keep the mining operation in a safe, clean, and environmentally stable condition.
- 2. Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.
- 3. Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aguifer contamination.
- Construct berms, fences, or barriers, when needed, above highwalls and excavations.
- Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.
- Remove all waste or debris from stream channels.
- 7. Dispose of any trash, scrap metal, wood, machinery, and buildings.
- 8. Conduct mining activities so as to minimize erosion and control sediment.
- 9. Reclaim all roads that are not part of a permanent transportation system.
- 10. Stockpile topsoil and suitable overburden prior to mining.
- 11. Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.
- 12. Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.
- 13. Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)
- 14. Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to seed.

# V. <u>VARIANCE REQUEST</u> (Rule R647-3-110)

### Any variance request must be approved in writing by the Division

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above (see IV. Operation and Reclamation Practices Item # 1-14), should be identified below listing applicable rule number. Give justification for the variance(s) and alternate methods or measure to be utilized. Written approval from the Division will be given, if the proposed alternative methods to be used are consistent with the Act.

Item# Justification:	Applicable Rule # (i.e. R647-3-109.10 (if you did not want trenches & pits reclaimed)	
Alternate metho	ds or measure to be utilized:	
2 <sup>nd</sup> Variance Requested		
	Applicable Rule #	
Alternate methods or measure to be utilized:		
3 <sup>rd</sup> Variance Requested		
	Applicable Rule #	
Alternate metho	ds or measure to be utilized:	

# VI. SURETY (Utah Code Ann. §40-8-7(1)[c])

<u>A reclamation contract and surety must be provided to and approved by the Division prior to commencement of operations.</u> All mining operations are required to furnish and maintain reclamation surety to guarantee that the land affected is reclaimed (Utah Code Ann. §40-8-7(1)[c]).

The reclamation surety amount is based on the nature, extent and duration of operations. The amounts are based on data from current large mine surety and are used as a general guide, along with actual site conditions. Reclamation surety for small mines is reviewed every three (3) or five (5) years and adjusted as necessary for inflation/deflation based upon acceptable Costs Index. Contact the Division for the dollar amount required for a three (3) or five (5) year period for this project.

1 1	nave provided or will provi	de surety in the form o	f:	
	Certificate of Deposit Other	■ Letter of Credit	Surety Bond	<ul><li>Cash (certified funds)</li><li>undecided</li></ul>
E	rm MR SMO			

# VII. PERMIT FEE (Utah Code Ann. §40-8-7(1)(i))

A permittee's authorization under a notice of intention to conduct small mining operations shall require the paying of permit fees as authorized by the Utah Legislature (R647-3-102.5). Permit fees are assessed to <u>new</u> and <u>existing</u> small mining operations, and annually thereafter, until the project disturbances are successfully reclaimed by the Permittee / Operator and released by the Division.

Small Mine Notices require a \$150.00 fee, which must accompany this application, or the Division cannot process it.

VIII.	SIGNA	TURE	REQ	UIREMENT
-------	-------	------	-----	----------

` _	ck the box if applicable and place your initials on the line provided)
CP	I have enclosed the required permit fee.
CP _CP	I have enclosed/requested a Reclamation Contract (Form MR-RC) and the appropriate reclamation surety amount or have made arrangements as to when the surety will be furnished.
	I understand that I am not authorized to create any surface disturbance until the surety amount is posted and approved in writing from the Division of Oil, Gas and Mining and any other authorized regulatory agency.

### CERTIFICATION

I state under penalty of perjury under the laws of the state of Utah and the United States of America that:

- a. I have read this form and declare the information, statements and/or documentation are true, correct and complete to the best of my knowledge and belief; AND
- b. I commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.
- c. This certification must be signed by: (1.) an executive officer if the applicant is a corporation; (2.) a partner if applicant is a partnership (general or limited); (3.) the owner if applicant is a sole proprietorship; or (4.) the member or manager if applicant is a limited libit to company.

Signature: ( ay Fall	Date: 15. 9 2008
Name (typed or printed):	
Title/Position (if applicable):	

